



**NEVADA ENVIRONMENTAL RESPONSE TRUST
LEPETOMANE XXVII, INC., NOT INDIVIDUALLY,
BUT SOLELY IN ITS REPRESENTATIVE CAPACITY AS TRUSTEE**

*Statement of Cash and Investments and Related Statement
of Cash Receipts and Cash Disbursements
March 31, 2020*

**NEVADA ENVIRONMENTAL RESPONSE TRUST
LEPETOMANE XXVII, INC., NOT INDIVIDUALLY,
BUT SOLELY IN ITS REPRESENTATIVE CAPACITY AS TRUSTEE**
STATEMENT OF CASH AND INVESTMENTS AND RELATED STATEMENT
OF CASH RECEIPTS AND CASH DISBURSEMENTS
MARCH 31, 2020

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ACCOUNTANTS' COMPILATION REPORT

To Le Petomane XXVII, Inc., not individually, but solely in its representative capacity as Trustee of the Nevada Environmental Response Trust
Henderson, Nevada

Management is responsible for the accompanying statement of cash and investments of the Nevada Environmental Response Trust as of March 31, 2020 and the related statement of cash receipts and cash disbursements for the three months ended March 31, 2020 in accordance with the accounting requirements of the Nevada Environmental Response Trust Agreement, and for determining that the accounting requirements per the Nevada Environmental Response Trust Agreement is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the statement of cash and investments or the related statement of cash receipts and cash disbursements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the statement of cash and investments and the statement of cash receipts and cash disbursements.

The statement of cash and investments and the statement of cash receipts and cash disbursements is prepared in accordance with the accounting requirements of the Nevada Environmental Response Trust Agreement, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the accounting requirements of the Nevada Environmental Response Trust Agreement. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's assets, liabilities, equity, revenues, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Supplementary Information

The accompanying schedules of cash receipts and cash disbursements on pages 7 and 8 are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Kutchins, Robbins & Diamond, Ltd.

Chicago, Illinois
April 22, 2020

**NEVADA ENVIRONMENTAL RESPONSE TRUST
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STATEMENT OF CASH AND INVESTMENTS

MARCH 31, 2020

See accountants' compilation report.

ASSETS

CASH AND CASH EQUIVALENTS

Checking account, US Bank	\$ 5,649,188.81
First American Government Obligation Fund, US Bank	<u>71,962,063.57</u>
Total cash and cash equivalents	<u>77,611,252.38</u>

MARKETABLE SECURITIES (AT COST)

U.S. Treasury notes	12,046,885.58
U.S. government agency obligations	633,074,690.93
Corporate bonds	105,032,907.68
Foreign bonds and notes	37,533,746.09
Domestic common stocks	212,622,056.42
Foreign stocks	<u>26,594,863.39</u>
Total marketable securities (at cost)	<u>1,026,905,150.09</u>

Total assets	<u>\$ 1,104,516,402.47</u>
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TRUST EQUITY

<u>\$ 1,104,516,402.47</u>

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ADMINISTRATIVE ACCOUNT AND ENVIRONMENTAL COST ACCOUNT
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
THREE MONTHS ENDED MARCH 31, 2020

See accountants' compilation report.

TOTAL CASH AND SECURITIES AT DECEMBER 31, 2019 \$ 1,100,862,712.62

RECEIPTS

Basic Management, Inc.	\$ 900,000.00	
The Landwell Company	600,000.00	
Sale of equipment	3,000.00	
EMD Acquisition LLC - rent	1.00	
Interest earned - First American Government Obligation Fund	448,488.36	
Interest earned - U.S. government agency bonds and notes	2,099,167.57	
Interest earned - corporate bonds	982,311.07	
Interest earned - foreign bonds	36,700.00	
Dividends earned - domestic	1,987,819.72	
Dividends earned - foreign	207,767.72	
Gain on sale of securities	3,518,165.53	
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		10,783,420.97

DISBURSEMENTS

Accounting and auditing services	27,541.00	
Administrative consulting services	1,801.80	
Administrative services	74,802.60	
Amortized premiums	135,357.86	
Bank and investment fees	218,926.32	
Environmental consulting services	5,447,723.64	
Environmental management services	75,489.48	
Insurance costs	322,152.10	
Legal services	418,872.74	
Payroll costs	63,418.08	
Permit fees	42,743.83	
State oversight costs	157,681.05	
Trustee services	76,345.50	
Utility costs	66,875.12	
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		(7,129,731.12)

TOTAL CASH AND SECURITIES AT MARCH 31, 2020 \$ 1,104,516,402.47

SUPPLEMENTARY INFORMATION

**NEVADA ENVIRONMENTAL RESPONSE TRUST
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ADMINISTRATIVE ACCOUNT

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS

THREE MONTHS ENDED MARCH 31, 2020

See accountants' compilation report.

TOTAL CASH AND SECURITIES AT DECEMBER 31, 2019 \$ 59,117,537.02

RECEIPTS

EMD Acquisition LLC - rent	\$ 1.00	
Interest earned - First American Government Obligation Fund	25,788.58	
Interest earned - U.S. government agency bonds and notes	120,628.13	
Interest earned - corporate bonds	47,430.00	
Dividends earned - domestic	99,374.90	
Dividends earned - foreign	10,373.64	
Gain on sale of securities	174,203.96	
	<hr/>	477,800.21

DISBURSEMENTS

Accounting and auditing services	27,541.00	
Administrative consulting services	1,801.80	
Administrative services	74,802.60	
Amortized premiums	4,525.01	
Bank and investment fees	49,733.19	
Insurance costs	322,152.10	
Legal services	32,569.35	
Trustee services	40,733.00	
	<hr/>	(553,858.05)

BALANCE AT MARCH 31, 2020 \$ 59,041,479.18

SUMMARY OF ADMINISTRATIVE CASH AND SECURITIES (AT COST) POSITIONS

Checking account, US Bank		\$ 512,789.49
First American Government Obligation Fund, US Bank		3,631,806.96
U.S. Government agency obligations	\$ 35,773,964.68	
Corporate bonds	6,164,754.81	
Foreign bonds and notes	1,002,958.48	
Domestic common stocks	10,627,596.37	
Foreign stocks	1,327,608.39	
Total marketable securities (at cost)	<hr/>	54,896,882.73
		<u><u>\$ 59,041,479.18</u></u>

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ENVIRONMENTAL COST ACCOUNT

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS

THREE MONTHS ENDED MARCH 31, 2020

See accountants' compilation report.

TOTAL CASH AND SECURITIES AT DECEMBER 31, 2019 \$ 1,041,745,175.60

RECEIPTS

Basic Management, Inc.	\$ 900,000.00	
The Landwell Company	600,000.00	
Sale of equipment	3,000.00	
Interest earned - First American Government Obligation Fund	422,699.78	
Interest earned - U.S. government agency bonds and notes	1,978,539.44	
Interest earned - corporate bonds	934,881.07	
Interest earned - foreign bonds	36,700.00	
Dividends earned - domestic	1,888,444.82	
Dividends earned - foreign	197,394.08	
Gain on sale of securities	3,343,961.57	
	<hr/>	
		10,305,620.76

DISBURSEMENTS

Amortized premiums	130,832.85	
Bank and investment fees	169,193.13	
Environmental consulting services	5,447,723.64	
Environmental management services	75,489.48	
Legal services	386,303.39	
Payroll costs	63,418.08	
Permit fees	42,743.83	
State oversight costs	157,681.05	
Trustee services	35,612.50	
Utility costs	66,875.12	
	<hr/>	
		(6,575,873.07)

BALANCE AT MARCH 31, 2020 \$ 1,045,474,923.29

SUMMARY OF ENVIRONMENTAL CASH AND SECURITIES (AT COST) POSITIONS

Checking account, US Bank		\$ 5,136,399.32
First American Government Obligation Fund, US Bank		68,330,256.61
U.S. Treasury notes	\$ 12,046,885.58	
U.S. government agency obligations	597,300,726.25	
Corporate bonds	98,868,152.87	
Foreign bonds and notes	36,530,787.61	
Domestic common stocks	201,994,460.05	
Foreign stocks	25,267,255.00	
Total marketable securities (at cost)	<hr/>	972,008,267.36
		<hr/> <u><u>\$ 1,045,474,923.29</u></u>